

**ND ASSOCIATION OF COUNTIES
PROGRAM SAVINGS FUND
State Investment Board
Balance Sheet
As of 6/30/2005**

	As of <u>6-30-05</u>	As of <u>6-30-04</u>
ASSETS:		
INVESTMENTS (AT MARKET)		
DOMESTIC EQUITIES	\$ 140,908	\$ 131,872
INTERNATIONAL EQUITIES	40,370	32,708
DOMESTIC FIXED INCOME	198,212	145,087
INVESTED CASH (NOTE 1)	<u>23,191</u>	<u>15,950</u>
 TOTAL INVESTMENTS	 402,681	 325,617
RECEIVABLES		
DIVIDEND/INTEREST RECEIVABLE	851	373
OTHER ASSETS		
INVESTED SECURITIES LENDING COLLATERAL (NOTE 2)	<u>80,924</u>	<u>60,766</u>
 TOTAL ASSETS	 <u>\$ 484,456</u>	 <u>\$ 386,756</u>
LIABILITIES:		
ACCOUNTS PAYABLE	523	482
SECURITIES LENDING COLLATERAL (NOTE 2)	<u>80,924</u>	<u>60,766</u>
 TOTAL LIABILITIES	 81,447	 61,248
NET ASSETS AVAILABLE:		
NET ASSETS AVAILABLE BEGIN OF YEAR	325,508	290,719
CASH IN DURING YEAR (NOTE 3)	50,000	0
CASH OUT DURING YEAR (NOTE 4)	0	0
NET INCREASE (DECREASE)	<u>27,501</u>	<u>34,789</u>
 NET ASSETS AVAILABLE END OF PERIOD	 <u>403,009</u>	 <u>325,508</u>
 TOTAL LIABILITIES & NET ASSETS AVAILABLE	 <u>\$ 484,456</u>	 <u>\$ 386,756</u>

**ND ASSOCIATION OF COUNTIES
PROGRAM SAVINGS FUND
State Investment Board
Profit and Loss Statement
For the Month Ended 6/30/2005**

	Month Ended <u>6-30-05</u>	<u>Year-to-Date</u>
INVESTMENT INCOME		
INTEREST/DIVIDEND INCOME	\$ 1,002	\$ 10,644
SECURITIES LENDING INCOME	<u>212</u>	<u>1,546</u>
	1,214	12,190
 GAIN ON SALE OF INVESTMENTS	 7,668	 45,670
LOSS ON SALE OF INVESTMENTS	<u>4,445</u>	<u>31,010</u>
 NET GAINS (LOSSES) INVESTMENTS	 3,223	 14,660
 INVESTMENT EXPENSES	 341	 1,996
SECURITIES LENDING EXPENSES	<u>196</u>	<u>1,394</u>
 NET INVESTMENT INCOME	 3,900	 23,460
 NET APPREC (DEPREC) MARKET VALUE	 4,092	 4,024
MISCELLANEOUS INCOME/(EXPENSE)	<u>2</u>	<u>17</u>
 TOTAL INVESTMENT INCOME	 <u>7,994</u>	 <u>27,501</u>
 NET INCREASE (DECREASE)	 <u>\$ 7,994</u>	 <u>\$ 27,501</u>

**ND ASSOCIATION OF COUNTIES
PROGRAM SAVINGS FUND
Notes To Financial Statements
June 30, 2005**

The following notes to financial statements are intended to provide general descriptions of line items in the financial statements.

NOTE 1 **INVESTED CASH**

Cash invested in a money market demand account at the Bank of North Dakota.

NOTE 2 **SECURITIES LENDING COLLATERAL**

Securities are loaned versus collateral that may include cash, U.S. government securities and irrevocable letters of credit. U.S. securities are loaned versus collateral valued at 102% of the market value of the securities plus any interest. Non-U.S. securities are loaned versus collateral valued at 105% of the market value of the securities plus any accrued interest. Non-cash collateral cannot be pledged or sold unless the borrower defaults. Cash open collateral is invested in a short term investment pool.

NOTE 2 **CASH IN DURING YEAR**

Cash transferred into investment accounts at The Northern Trust during the current fiscal year.

NOTE 3 **CASH OUT DURING YEAR**

Cash transferred out of investment accounts at The Northern Trust during the current fiscal year.